

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF OVERLAND DEVELOPMENT,)	
INC., FOR A DEVIATION FROM THE WATER)	CASE NO. 10121
STORAGE REQUIREMENTS)	

O R D E R

By letter received January 5, 1988, Overland Development, Inc., ("Overland") requested a deviation from 807 KAR 5:066, Section 5(4). Said request proposed that Overland be relieved of the requirement to provide a volume of storage that would insure one day's supply of its average daily water usage.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. Overland has 2 storage tanks with total capacity of 27,000 gallons. These tanks are connected to wells and are not currently being utilized in its distribution system.
2. Overland is purchasing water from Big Sandy Water District. Overland distributes the water to customers through its water distribution pipelines.
3. Big Sandy Water District purchases water from Kenova Water Systems. Kenova's plant is located about one mile from Overland's system. Kenova has a 300,000-gallon storage tank 3,500 feet from Overland Subdivision. Kenova's total water treatment capacity is about 4,000,000 gallons per day.

4. Overland's average daily consumption for the 12-month period ending December 31, 1987, was 13,550 gallons.

5. There have been 2 interruptions in Overland's system, May 15, 1987, and June 23, 1987, for 3 or 4 hours each due to telemetry failure.

6. There are 61 residential customers and no schools, hospitals or any other critical or emergency facilities in Overland's service area.

7. Overland is consuming a small portion of the water supplied by Kenova to Big Sandy, and Kenova has been a dependable supplier since 1983. Because of Kenova's historical lack of significant operational interruptions, Overland should be granted a deviation from 807 KAR 5:066, Section 5(4) until July 1, 1991, to bring the system in compliance with the Commission's regulation.

8. Overland should investigate the feasibility of utilizing its existing storage tanks as part of its distribution system. An engineering report on the feasibility of such use should be submitted to the Commission by July 1, 1989.

IT IS THEREFORE ORDERED that:

1. Overland be and it hereby is granted a deviation from 807 KAR 5:066, Section 5(4) until July 1, 1991.

2. Overland shall monitor the operation of its water distribution and take appropriate corrective actions should the level of service fall below that required by Commission regulations.

3. Overland shall investigate the feasibility of utilizing its storage tanks in conjunction with its water supply from Big Sandy Water District. The engineering report shall be submitted to the Commission by July 1, 1989.

Done at Frankfort, Kentucky, this 29th day of March, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hemmings
Chairman

Robert M. Davis
Vice Chairman

James H. Williams
Commissioner

ATTEST:

Executive Director